

May 7, 1987

LB 773A

support for a decoupled tax system among the business leaders to whom he spoke. The tax consultant noted that they correctly pointed out the compliance costs we're withholding under a decoupled system are higher for business than under the current system, and they note some difficulties in administration. The system that you have just approved is not a total decoupled system. It is a partial decouple, not a total decouple system, and during the course of the meeting with Michael Wazalinko (phonetic), he said this to the committee. He said, I would prefer, my preference would be that 773 and 773A not pass this year only because we would like to have our input before legislation is done. But he said, I would not be surprised if our recommendations ultimately would look very much like 773, a partially decoupled system. I've been keeping tabs of what is going on in the Iowa Legislature. I think they will adjourn tomorrow and as best I can tell, their tax bill is now in House-Senate conferences, best I can tell, they're going to have a system very much like what you just put into effect with a top rate of about 6 percent, but it's still in doubt. We'll know more tomorrow morning I'm sure. With that, I would ask for 30 votes to suspend the rules so we can read 773A.

SPEAKER BARRETT: Thank you. The question is, shall the rules be suspended? Those in...a roll call vote has been requested. Proceed. Yes. Yes, members, please check in. Reverse order has been requested. Please record your presence. Senator Nelson, record your presence. Senator Miller. Proceed in reverse order.

CLERK: (Roll call vote taken as found on page 2099 of the Legislative Journal.) 30 ayes, 11 nays, Mr. President, on the motion to suspend the rules.

SPEAKER BARRETT: Motion prevails. Mr. Clerk.

CLERK: (Read LB 773A on Final Reading.)

SPEAKER BARRETT: All provisions of law relative to procedure having been complied with, the question is, shall LB 773A pass? All those in favor vote aye, opposed nay. Have you all voted? Record vote has been requested. Record.

CLERK: (Read record vote as found on page 2100 of the Legislative Journal.) 31 ayes, 10 nays, 8 excused and not voting, Mr. President.